

House File 512 - Introduced

HOUSE FILE 512
BY COMMITTEE ON LOCAL
GOVERNMENT

(SUCCESSOR TO HSB 59)

A BILL FOR

1 An Act providing an exemption from standards and requirements
2 otherwise applicable to the investment of public funds
3 by specified state departments, agencies, and political
4 subdivisions.

5 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

1 Section 1. Section 12B.10, subsection 6, Code 2011, is
2 amended by adding the following new paragraph:

3 NEW PARAGRAPH. 1. Investments in a qualified trust
4 established pursuant to governmental accounting standards board
5 statement number forty-three that is governed by a board of
6 trustees of a joint investment trust organized pursuant to
7 chapter 28E and that is registered with the federal securities
8 and exchange commission under the federal Investment Company
9 Act of 1940, 15 U.S.C. § 80(a).

10 EXPLANATION

11 This bill provides an exemption from standards and
12 requirements otherwise applicable to the investment of public
13 funds pursuant to Code section 12B.10. The exemption allows a
14 joint investment trust organized pursuant to Code chapter 28E
15 that has established a qualified trust for cities and counties
16 to fund future liabilities for "other postemployee benefits"
17 as defined in specified government accounting standards board
18 statements to invest in long-term securities such as equities.